# IN THE UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF OKLAHOMA

RICK GUIDRY, DAVE SPENCER, and FREDERICK CUNNINGHAM, individually,	)
and on behalf of other similarly situated	)
employees and former employees,	\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \
Plaintiffs,	) CASE NO. 5:07-CV-00378-D
v.	{
CHENEGA INTEGRATED SYSTEMS,	)
L.L.C.,	)
CHENEGA TECHNICAL PRODUCTS,	)
L.L.C.,	)
CHENEGA SECURITY & PROTECTION	)
SERVICES, L.L.C., AND CHENEGA	)
CORPORATION,	)
	)
Defendants.	)
	)
	`

# PLAINTIFFS' UNOPPOSED MOTION FOR ATTORNEYS' FEES, REIMBURSED COSTS AND FOR INCENTIVE AWARD

COME NOW the Plaintiffs and respectfully file their Unopposed Motion for Attorney Fees, Reimbursed Costs, and for Incentive Award and respectfully show and allege the following:

#### A. Background

The parties have agreed to settle this matter and in tandem with the filing of this motion, the parties are filing their Joint Stipulation of Settlement and Release. In this regard, the parties' Settlement Agreement, among other things, provides Defendants do not object to Plaintiffs' attorneys applying for an attorney fee amounting to forty percent (40%) of the six hundred and twenty-five thousand dollar (\$625,000) Common Fund that has been established. The Settlement also provides that each named Plaintiff, Rich Guidry, David Spencer, and Frederick

Cunningham, is entitled to an incentive award of fifteen thousand dollars (\$15,000.00) each and that Plaintiffs' counsel are entitled to an expense reimbursement up to \$9,000.00.

Plaintiffs have attached hereto a copy of the Attorney-Client Contingency Fee Agreement (Exhibit 1) together with the Opt-In Consent form (Exhibit 2) filed by each Opt-In Plaintiff which specifically approves a forty percent (40%) contingency fee agreement as well a consent to be bound by any judgment by the Court or by any settlement of this action. Each of the opt-in Plaintiffs designated the named Plaintiffs "as their agent to make decisions concerning the litigation, the method and manner of conducting the litigation, and all matters pertaining to the lawsuit." Accordingly, Plaintiffs request that the Court conduct a hearing to approve the settlement as well as the above mentioned attorney fees, incentive award, and expense reimbursement. Each opt-in shall be provided notice of the settlement and hearing date.

# B. Applicable Legal Standards - Common Fund Attorneys' Fees

- i. The preferred method of determining a reasonable attorney fee award in common fund cases is the percentage of fund analysis. *Rosenbaum v. MacAllister*, 64F.3d 1439, 1445 (10<sup>th</sup> Cir. 1995); *Gottlieb v. Barry*, 43 F.3d 474, 482-483 (10<sup>th</sup> Cir. 1993).
- ii. In making the determination of whether the requested fee is reasonable, the court must consider the following twelve (12) so-called Johnson<sup>1</sup> factors: (1) the time and labor required, (2) the novelty and difficulty of the questions presented by the case, (3) the skill requisite to perform the legal service properly, (4) the preclusion of other employment by the attorneys due to acceptance of the case, (5) the customary fee, (6) whether the fee is fixed or contingent, (7) any time limitations imposed by the client or the circumstances, (8) the amount involved and the results obtained, (9) the experience, reputation, and ability of the attorneys, (10) the "undesirability" of the case, (11) the nature and length of the professional relationship with the client, and (12) awards in similar cases. E.g. Rosenbaum, 64 F.3d at 1445 n. 3.
- iii. While the Johnson factors must be addressed, "rarely are all the Johnson factors applicable; this is particularly so in a common fund situation." Uselton v. Commercial Lovelace Motor Freight, Inc., 9 F.3d 849 854 (10th)

<sup>&</sup>lt;sup>1</sup> Johnson v. Georgia Highway Express, Inc., 488 F.2d 714, 717-19 (5<sup>th</sup> Cir. 1974).

- Cir. 1993); Brown v. Phillips Petroleum Co., 838 F.2d 451, 456 (10th Cir. 1988).
- iv. If the other *Johnson* factors, combined, warrant approval of the commonfund fee sought by class counsel, the court need not engage in a detailed, lodestar-type analysis of the "time and labor required" factor. See *Brown*, 838 F.2d at 456 ("We hold here only that in awarding attorneys' fees in a common fund case, the 'time and labor involved' factor need not be evaluated using the lodestar formulation when, in the judgment of the trial court, a reasonable fee is derived by giving greater weight to other factors, the basis of which is clearly reflected in the record."
- v. Class counsel's willingness to prosecute a matter on a contingent basis ordinarily shifts the analytical focus away from hours spent on the case to the ultimate result class counsel has obtained. See e.g. In re Harrah's Entm't, 1998)("To overly emphasize the amount of hours spent on a contingency fee case would distort the value of the attorneys' services.").
- vi. Fees in the range of at least one-third of the common fund are frequently awarded in class action cases of this general variety. See e.g. Lucas v. Kmart Corp., 2006 U.S. Dist. LEXIS 51420 at (D. Colo. July 27, 2006); Vaszlavik v. Storage Tech. Corp., 2000 U.S. Dist. LEXIS 21140 at \*\*4-5 (D. Colo. 2000 March 9, 2000); Cimarron Pipeline Const., Inc., v. Nat'l Council On Compensation Ins., 1993 U.S. Dist. LEXIS 19969 at (W.D. Okla. June 8, 1993)("Fees in the range of 30-40% of any amount recovered are common in complex and other cases taken on a contingent fee basis."); see also 4 Robert Newberg, Newberg on Class Actions § 14:6 at 551 (4th ed. 2002) ("Empirical studies show that, regardless whether the percentage method or the lodestar method is used, fee awards in class actions average around one-third of the recovery.").
- vii. When recovery is "highly contingent" and it is determined counsel's efforts "were instrumental in realizing recovery on behalf of the class," the eight "results obtained" Johnson factor can be accorded a greater weight. See Brown, 838 F.2d at 456; Millsap v. McDonnell Douglas Corp., 2003 U.S. Dist. LEXIS 26223 (N.D. Okla. May 28, 2003); In re Quest Communications Int'l Secs. Litigation, No. 01-cv- 01451-REB-CBS, 2006 U.S. Dist. LEXIS 71267 (D. Colo. September 29, 2006).

#### C. Evidence Supporting Requested Common Fund Fee Award

Attached to this motion as Exhibits "3" and "4", respectively, are the declarations of class counsel, Edward W. Dzialo, Jr. and Rand C. Eddy. These declarations, reflect all of the *Johnson* 

factors are satisfied. Accordingly, Plaintiffs request an attorneys' fee award of forty percent (40%) of the six hundred and twenty-five thousand dollar (\$625,000.00) common fund.<sup>2</sup>

## D. Legal Standards and Evidence Supporting Incentive Award

"An incentive award is meant to compensate the named plaintiffs for any personal risk incurred by the individual or any additional effort expended by the individual for the benefit of the lawsuit." *Berrios v. Sprint Corp.*, 1998 U.S. Dist. LEXIS 22833, (S.D.N.Y. 1998); *see also Roberts v. Texaco*, 979 F. Supp. 185, 187-88 (S.D.N.Y. 1997)(approving incentive awards for a class plaintiff who "provided valuable assistance to counsel in prosecuting the litigation").

Prior to the litigation, Mcssrs Guidry, Spencer, Cunningham, and other Chenega employees were interviewed extensively and provided numerous documents to facilitate an evaluation of the case. After the litigation was filed, each named plaintiff responded to written discovery and deposed on two occasions, once in Lawton, Oklahoma and once in Oklahoma City, Oklahoma. Each named plaintiff participated in the preparation for mediation and all attended the mediation session in Oklahoma City on September 22, 2010. Messrs Guidry, Spencer, and Cunningham provided valuable assistance to counsel in prosecuting this litigation and are deserving of the requested fifteen thousand dollar (\$15,000.00) incentive award.

# E. Expense Reimbursement

Finally, a description of the proposed class counsel's expenses to be reimbursed is contained in the second exhibit to Mr. Dzialo's and Mr. Eddy's declaration, which are attached hereto. As the Court will see, these expenses were necessary and reasonably incurred. Plaintiffs thus respectfully ask the Court to approve an expense reimbursement in the amount not to exceed \$9,000.00.

<sup>&</sup>lt;sup>2</sup> Judge Cauthron recently approved forty percent (40%) of the common fund in *Ponca Tribe of Indians of Oklahoma et al v. The Continental Carbon Co. et al*, 2009 U.S. Dist. LEXIS 82522.

WHEREFORE, PREMISES CONSIDERED, Plaintiffs respectfully pray that the Court, upon hearing, grant this motion by awarding counsel the amount of two hundred and fifty thousand dollars (\$250,000.00) in common fund attorneys' fees, as well as fifteen thousand dollars (\$15,000.00) to each named plaintiff for an incentive award and expense reimbursement.

Respectfully submitted.

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### **CERTIFICATE OF SERVICE**

I hereby certify that on December \_\_\_\_\_, 2010, I electronically transmitted the foregoing Plaintiffs' Unopposed Motion for Attorneys' Fees, Reimbursed Costs, and for Incentive Award to the Clerk of the Court using the ECF System for filing and transmittal of a Notice of Electronic Filing to the following ECF registrants:

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